### BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA



Order Instituting Rulemaking to Establish the California Institute for Climate Solutions.

**Rulemaking 07-09-008** (Filed September 20, 2007)

### REPLY COMMENTS OF PACIFICORP (U 901-E) ON ESTABLISHING THE CALIFORNIA INSTITUTE FOR CLIMATE SOLUTIONS

Kyle L. Davis PacifiCorp

825 NE Multnomah, 20<sup>th</sup> Floor

Portland, OR 97232

Telephone: 503-813-6601

Facsimile: 503-813-6060

Email: Kyle.L.Davis@pacificorp.com Ryan L. Flynn PacifiCorp

825 NE Multnomah, 18<sup>th</sup> Floor

Portland, OR 97232

Facsimile:

Telephone: 503-813-5854 503-813-7252

Email:

Ryan.Flynn@pacificorp.com

November 19, 2007

Attorney for PacifiCorp

## OF THE STATE OF CALIFORNIA

California Institute for Climate Solutions.

Order Instituting Rulemaking to Establish the

Rulemaking 07-09-008 (Filed September 20, 2007)

### REPLY COMMENTS OF PACIFICORP (U 901-E) ON ESTABLISHING THE CALIFORNIA INSTITUTE FOR CLIMATE SOLUTIONS

Pursuant to *Order Instituting Rulemaking to Consider Establishing California Institute for Climate Solutions* dated September 25, 2007 (the "OIR"), PacifiCorp (U 901-E) respectfully submits these reply comments on the establishment of the California Institute for Climate Solutions ("CICS") proposal. On November 2, 2007, PacifiCorp and other parties filed opening comments in this proceeding on issues related to the establishment of the CICS. PacifiCorp is an interested party and appreciates the opportunity to comment in this proceeding.

#### I. DISCUSSION

A. The Commission Should Reject the Suggestion that Shareholders be Required to Pay for the CICS.

Within their opening comments, TURN asks the Commission to require shareholders to pay at least part of the cost of the CICS. To support this claim, TURN argues that investor-owned utilities have historically profited from activities which now must be reversed and that they should not be "immune" from the costs of reversing these practices. These arguments are without basis and turn on their head long

<sup>&</sup>lt;sup>1</sup> See TURN Comments at 7-8 (arguing that funding should be "below-the-line"); see also *Id.* at 9 (arguing that funds should come from utility shareholders, other industries covered by the scope of the effort, and other "non-ratepayer sources").

held concepts of ratemaking, including the requirement that the reasonable costs of serving the public become part of the investor-owned utility revenue requirement.

Given that the assets producing greenhouse gases - either physical generation assets owned by investor-owned utilities or power purchased pursuant to a power purchase agreement - have been deemed prudent by the Commission, they are, therefore, recoverable in rates. While TURN views the "profits" from utility operations to be fair game for use to fund the CICS, these returns were the result of a ratemaking process which, under Takings Clause case law, requires that shareholders be allowed an opportunity to earn a reasonable rate of return on assets used to provide service to the public. TURN would unfairly deny utilities some portion of that opportunity.

To use shareholder assets for funding future activities which benefit customers with no opportunity to earn a return once these shareholder assets are put to use on behalf of the public would clearly violate this requirement and, therefore, result in a taking under the Federal and State Constitutions. Moreover, to retroactively use shareholder equity or earnings earned on activities deemed reasonable and prudent by the Commission as available for the benefit of customers with no opportunity to earn a reasonable rate of return would violate the proscription against retroactive ratemaking and reduction of accrued earnings. Lastly, to the extent TURN's argument for shareholder funding of the CICS due to historical actions taken on behalf of customers could be assessed as a penalty for wrongful behavior, the Commission has deemed these past actions to be prudent and reasonable and has, to PacifiCorp's knowledge, made no finding that any of the investor-owned utilities have violated any law or statute in relation to power purchases or owned-generation for emission of greenhouse gases. TURN's argument simply rides roughshod over statutory and constitutional requirements and should be rejected by the Commission.

\_

<sup>&</sup>lt;sup>2</sup> See, e.g. Bluefield Waterworks & Imp. Co. v. Public Service Commission, 262 U.S. 679 (1923).

<sup>&</sup>lt;sup>3</sup> See, Pub. Util. Code § 734, Pacific Tel. & Tel. Co. v. Public Utilities Com., (1965) 62 Cal. 2d 634, 652.

## B. The Commission Should Seek a More Comprehensive Proposal from the University of California and Allow Parties to More Fully Comment.

PacifiCorp observed in its opening comments that the proposal submitted by the University of California is only preliminary, and the Commission anticipates further development of program and research priorities. Development of the program details will be a critical part as to whether PacifiCorp can support the establishment of the CICS. Thus far, it has been difficult to adequately comment on some aspects of the proposal. The Commission should request a more comprehensive proposal from the University of California and then allow parties additional opportunities to openly discuss the details of the proposal at a workshop or other meeting. Furthermore, if, ultimately, the establishment of and costs associated with the CICS becomes a utility customer-funded mandate, it would be appropriate to establish specific parameters relating to the types of efforts that are funded by customer dollars.

# C. If the CICS is Launched at Utility Customer Expense, the Commission Should Adopt a Methodology that Ensures the Annual Funding Obligation Does Not Burden PacifiCorp's Customers

PacifiCorp generally expresses concern with the OIR to the extent the OIR intends for PacifiCorp's customers to bear the burden of funding the CICS. PacifiCorp's California customer base is limited, includes a significant proportion of low-income customers, and lacks relatively large industrial customers. In this context, if the CICS is nonetheless launched at utility customer expense, the annual cost of funding the CICS should be paid equally by all electricity and natural gas customers, but on a comparable "energy" basis. To the extent the annual costs are apportioned using a common energy metric, such as a British Thermal Unit (BTU)<sup>4</sup> or calories, a greater share of the costs of the program will be borne by those who consume a greater amount of energy – electricity and natural gas – when compared to their peers.

## D. The Commission Should Substantially Integrate the Community College System into the CICS Program

<sup>&</sup>lt;sup>4</sup> 10,000 BTU is roughly 2.93 kilowatt-hours of electricity or 9.7 cubic feet of natural gas.

As stated in PacifiCorp's opening remarks, its service territory is home to two community colleges: the College of the Redwoods located in Crescent City, California, and College of the Siskiyous located in Weed, California. There is no four-year state university institution located in PacifiCorp's service territory. PacifiCorp acknowledges ongoing discussions between state universities and the Commission to ensure the integration of other academic and research institutions into the CICS, including the Community College system. Accordingly, PacifiCorp again respectfully requests that the Commission give important consideration to substantially integrating the Community College system into the CICS program to ensure that program resources are equally distributed, including within PacifiCorp's service territory. Engagement of other institutions of higher learning will also result in a suitable framework to efficiently and effectively encourage broad participation in these programs.

#### II. CONCLUSION

PacifiCorp respectfully submits these reply comments for the Commission's consideration in establishing the CICS program. PacifiCorp looks forward to working with the Commission and other interested parties.

Respectfully submitted this November 19, 2007 at San Francisco, California.

By /s/ Ryan L. Flynn
Ryan L. Flynn

Ryan L. Flynn
PacifiCorp
825 NE Multnomah, 18<sup>th</sup> Floor
Portland, OR 97232
Telephone: 503-813-5854

Telephone: 503-813-5854 Facsimile: 503-813-7252

Email: Ryan.Flynn@pacificorp.com

Attorney for PacifiCorp

Kyle L. Davis

PacifiCorp 825 NE Multnomah, 20<sup>th</sup> Floor Portland, OR 97232

Telephone: 503-813-6601 Facsimile: 503-813-6060

Email: Kyle.L.Davis@pacificorp.com

### **CERTIFICATE OF SERVICE**

I hereby certify that, pursuant to the Commission's Rules of Practice and Procedure, I have this 19<sup>th</sup> day of November, 2007 provided via electronic mail, a true and correct copy of **REPLY COMMENTS OF PACIFICORP ON ESTABLISHING THE CALIFORNIA INSTITUE FOR CLIMATE SOLUTIONS** to the following:

#### **Parties**

DONALD GILLIGAN
PRESIDENT
NATIONAL ASSOCIATON OF ENERGY SERVICE
610 MOUNTAIN STREET
SHARON, MA 02067

NORMAN A. PEDERSEN
ATTORNEY
HANNA AND MORTON LLP
444 SOUTH FLOWER ST. SUITE 1500
LOS ANGELES, CA 90071-2916

ELIZABETH L. AMBOS ASSISTANT VICE CHANCELLOR CALIFORNIA STATE UNIVERSITY 401 GOLDEN SHORE LONG BEACH, CA 90802

DANIEL W. DOUGLASS
ATTORNEY AT LAW
DOUGLASS & LIDDELL
21700 OXNARD STREET, SUITE 1030
WOODLAND HILLS, CA 91367

CASE ADMINISTRATION
SOUTHERN CALFORNIA EDISON COMPANY
2244 WALNUT GROVE AVE. PO BOX 800
ROSEMEAD, CA 91770

LAURA GENAO
ATTORNEY AT LAW
SOUTHERN CALIFORNIA EDISON COMPANY
LAW DEPARTMENT
2244 WALNUT GROVE AVENUE
ROSEMEAD, CA 91770

TAM HUNT
ENERGY PROGRAM DIRECTOR/ATTORNEY
COMMUNITY ENVIRONMENTAL COUNCIL
26 W. ANAPAMU
SANTA BARBARA, CA 93101

CHRISTOPHER HILEN
ASSISTANT GENERAL COUNSEL
SIERRA PACIFIC POWER COMPANY
6100 NEIL ROAD
RENO, NV 89511

DR. RANDOLPH W. HALL
UNIVERSITY OF SOUTHERN CALIFORNIA
300 BOVARD UNIVERSITY PARK CAMPUS
LOS ANGELES, CA 90089-4019

PROF. DAVID RUTLEDGE
DIVISION CHAIR, ENGINEERING AND APP. SCI
CALIFORNIA INSTITUTE OF TECHNOLOGY
102 THOMAS, 104-44
PASADENA, CA 91125

AMBER E. DEAN
SOUTHERN CALIFORNIA EDISON COMPANY
LAW DEPARTMENT
2244 WALNUT GROVE AVENUE
ROSEMEAD, CA 91770

HOWARD GOLLAY
SOUTHERN CALIFORNIA EDISON
2244 WALNUT GROVE AVE
ROSEMEAD, CA 91770

SUSAN HACKWOOD
EXECUTIVE DIRECTOR
CALIFORNIA COUNCIL ON SCIENCE AND TECH
5005 LA MART DRIVE, STE 105
RIVERSIDE, CA 92507

DEVRA WANG
NATURAL RESOURCES DEFENSE COUNCIL
111 SUTTER STREET, 20TH FLOOR
SAN FRANCISCO, CA 94104

EVELYN KAHL ATTORNEY AT LAW ALCANTAR & KAHL, LLP 120 MONTGOMERY STREET, SUITE 2200 505 SANSOME STREET, SUITE 900 SAN FRANCISCO, CA 94104 SAN FRANCISCO, CA 94111

IRENE K. MOOSEN ATTORNEY AT LAW 53 SANTA YNEZ AVENUE SAN FRANCISCO, CA 94112

CHRISTOPHER WARNER PACIFIC GAS AND ELECTRIC COMPANY LAW DEPARTMENT B30A, PO BOX 770000 SAN FRANCISCO, CA 94177

ANN M. ARVIN, MD VICE PROVOST AND DEAN OF RESEARCH STANFORD UNIVERSITY BUILDING 10, MAIN QUADRANGLE STANFORD, CA 94305-0977

ALEXIS K. WODTKE STAFF ATTORNEY CONSUMER FEDERATION OF CALIFORNIA

520 S. EL CAMINO REAL, STE. 340

MORRISON & FOERSTER LLP

101 YGNACIO VALLEY ROAD, SAN MATEO, CA 94402

LLOYD C. LEE ATTORNEY AT LAW UNIVERSITY OF CALIFORNIA GENERAL COUNSEL 1918 UNIVERSITY AVE. 2ND FLOOR 1111 FRANKLIN STREET 8TH FLOOR BERKELEY, CA 94704 OAKLAND, CA 94607

THALIA N.C. GONZALEZ

ATTORNEY AT LAW

THE GREENLINING INSTITUTE

1918 UNIVERSITY AVENUE, 2ND FLOOR

BERKELEY, CA 94720 BERKELEY, CA 94704

FRANK TENG ENVIRONMENT AND ENERGY ASSOCIATE SILICON VALLEY LEADERSHIP GROUP 224 AIRPORT PARKWAY, SUITE 620 SAN JOSE, CA 95110

VIRGIL WELCH STAFF ATTORNEY ENVIRONMENTAL DEFENSE
1107 9TH STREET, SUITE 540
SACRAMENTO, CA 95814 SACRAMENTO, CA 95814

BRIAN CRAGG ATTORNEY AT LAW GOODIN, MAC BRIDE, SQUERI, RITCHIE & DAY

MICHAEL ALCANTAR ATTORNEY AT LAW ALCANTAR & KAHL LLP 120 MONTGOMERY STREET, SUITE 2200 SAN FRANCISCO, CA 94114

JAMES L. SWEENEY DIR. PRECOURT INST. FOR ENERGY EFFICIENC STANFORD UNIVERSITY TERMAN ENGINEERING CENTER, ROOM 459 380 PANAMA MALL STANFORD, CA 94305

LARRY HORTON SENIOR V.P. FOR PUBLIC AFFAIRS STANFORD UNIVERSITY BUILDING 170, FIRST FLOOR STANFORD, CA 94305-2040

PETER W. HANSCHEN ATTORNEY AT LAW 101 YGNACIO VALLEY ROAD, SUITE 450 WALNUT CREEK, CA 94596

SAMUEL S. KANG LEGAL COUNSEL

LAWRENCE BERKELEY NATIONAL LABORATORY

AUDRA HARTMANN DYNEGY INC. 980 NINTH STREET, SUITE 1420 SACRAMENTO, CA 95814

RONALD LIEBERT ATTORNEY AT LAW CALIFORNIA FARM BUREAU FEDERATION 2300 RIVER PLAZA DRIVE SACRAMENTO, CA 95833

RYAN L. FLYNN PACIFICORP 825 NE MULTNOMAH, 18TH FLOOR PORTLAND, OR 97232

### Information Only

CYNTHIA A. FONNER SENIOR COUNSEL CONSTELLATION ENERGY GROUP INC 550 W. WASHINGTON ST, STE 300 CHICAGO, IL 60661

GARY A. HINNERS RELIANT ENERGY 1000 MAIN STREET HOUSTON, TX 77002

ELENA MELLO SIERRA PACIFIC POWER COMPANY 6100 NEIL ROAD RENO, NV 89520

ROBERT L. PETTINATO LOS ANGELES DEPARTMENT OF WATER & POWER SAN DIEGO GAS AND ELECTRIC 111 NORTH HOPE STREET, SUITE 1151 LOS ANGELES, CA 90012

RASHA PRINCE SAN DIEGO GAS & ELECTRIC 555 WEST 5TH STREET, GT14D6 LOS ANGELES, CA 90013

DR. MARK ALLEN BERNSTEIN VKC 327 UNIVERSITY PARK CAMPUS LOS ANGELES, CA 90089-0044

REN ZHANG PASADENA DEPARTMENT OF WATER & POWER 45 EAST GLENARM STREET PASADENA, CA 91105

HALL P. DAILY AVP OF GOVERNMENT AND COMMUNITY RELAT. GENERAL COUNSEL CALIFORNIA INSTITUTE OF TECHNOLOGY MAIL CODE 2-9 PASADENA, CA 91125

BRUNO JEIDER BURBANK WATER & POWER 164 WEST MAGNOLIA BLVD. BURBANK, CA 91502

GARY HINNERS RELIANT ENERGY, INC. PO BOX 148 HOUSTON, TX 77001-0148

BRIAN MCQUOWN RELIANT ENERGY 7251 AMIGO ST., SUITE 120 LAS VEGAS, NV 89119

LEILANI JOHNSON KOWAL LOS ANGELES DEPT. OF WATER & POWER 111 NORTH HOPE STREET, SUITE 1536 LOS ANGELES, CA 90012

DEAN A. KINPORTS 555 W. 5TH STREET, GT14D6 LOS ANGELES, CA 90013

ALANA STEELE ATTORNEY AT LAW HANNA AND MORTON, LLP 444 SOUTH FLOWER STREET, SUITE 1500 LOS ANGELES, CA 90071-2916

ERIC KLINKNER UNIVERSITY OF SOUTHERN CALIFORNIA PASADENA DEPARTMENT OF WATER AND POWER 150 LOS ROBLES AVENUE, SUITE 200 PASADENA, CA 91101-2437

> STEVE ENDO PASADENA DEPARTMENT OF WATER & POWER 45 EAST GLENARM STREET PASADENA, CA 91105

STEVEN G. LINS GLENDALE WATER AND POWER 613 EAST BROADWAY, SUITE 220 GLENDALE, CA 91206-4394

RICHARD J. MORILLO PO BOX 6459 BURBANK, CA 91510-6459 DON LIDDELL ATTORNEY AT LAW DOUGLASS & LIDDELL 2928 2ND AVENUE SAN DIEGO, CA 92103

KIM KIENER 504 CATALINA BLVD SAN DIEGO, CA 92106

JEFFREY M. GARBER GENERAL COUNSEL IMPERIAL IRRIGATION DISTRICT 333 EAST BARIONI BOULEVARD IMPERIAL, CA 92251

GEORGE DEHART CITY OF ANAHEIM 200 SOUTH ANAHEIM BOULEVARD ANAHEIM, CA 92805

AUDREY CHANG NATURAL RESOURCES DEFENSE COUNCIL

120 MONTGOMERY STREET, STE 2200

111 SUTTER STREET, 20TH FLOOR

SAN FRANCISCO. CA 94104 SAN FRANCISCO, CA 94104

LEAH FLETCHER NATURAL RESOURCES DEFENSE COUNCIL ATTORNEY AT LAW 111 SUTTER STREET 20TH FLR SAN FRANCISCO, CA 94104

SHERYL CARTER NATURAL RESOURCES DEFENSE COUNCIL
111 SUTTER STREET, 20TH FLOOR SAN FRANCISCO, CA 94104

SUSAN H. MAC CORMAC MORRISON & FOERSTER LLP 425 MARKET STREET SAN FRANCISCO, CA 94105

WILLIAM H. CHEN DIRECTOR, ENERGY POLICY WEST REGION CONSTELLATION NEW ENERGY, INC. SPEAR TOWER, 36TH FLOOR ONE MARKET STREET SAN FRANCISCO, CA 94105

YVONNE GROSS REGULATORY POLICY MANAGER SEMPRA ENERGY HO08C 101 ASH STREET SAN DIEGO, CA 92103

DESPINA NIEHAUS SAN DIEGO GAS AND ELECTRIC COMPANY 8330 CENTURY PARK COURT, CP32H SAN DIEGO, CA 92123-1530

MICHAEL E. CAMPBELL INTERIM GENERAL MANAGER IMPERIAL IRRIGATION DISTRICT 333 EAST BARIONI BOULEVARD IMPERIAL, CA 92251

STEVEN SCIORTINO CITY OF ANAHEIM 200 SOUTH ANAHEIM BOULEVARD ANAHEIM, CA 92805

KAREN TERRANOVA

NORA SHERIFF ALCANTAR & KAHL, LLP 120 MONTGOMERY STREET, SUITE 2200 SAN FRANCISCO, CA 94104

STEVE MCCOY-THOMPSON NEXANT INC 101 SECOND ST. 10TH FLR SAN FRANCISCO, CA 94105

VALERIE WINN PROJECT MANAGER PACIFIC GAS & ELECTRIC 77 BEALE STREET, B9A SAN FRANCISCO, CA 94105

ANNE W. KUYKENDALL FOLGER LEVIN & KAHN LLP EMBARCADERO CENTER WEST 275 BATTERY STREET, 23RD FLOOR SAN FRANCISCO, CA 94111

JANINE L. SCANCARELLI ATTORNEY AT LAW ATTOKNEY AT LAW
FOLGER, LEVIN & KAHN, LLP
275 BATTERY STREET, 23RD FLOOR
SAN FRANCISCO, CA 94111

MARTIN A. MATTES ATTORNEY AT LAW NOSSAMAN GUTHNER KNOX & ELLIOTT, LLP PO BOX 770000 MAIL CODE B9A 50 CALIFORNIA STREET, 34TH FLOOR SAN FRANCISCO, CA 94177 SAN FRANCISCO, CA 94111-4799

BIANCA BOWMAN
PACIFIC GAS AND ELECTRIC COMPANY
PG&E MAIL CODE B9A
DO BOX 770000 SAN FRANCISCO, CA 94177

KATE BEARDSLEY PG&E MAILCODE B9A PO BOX 770000 SAN FRANCISCO, CA 94177

SEBASTIAN CSAPO PACIFIC GAS AND ELECTRIC COMPANY MAIL CODE B9A PO BOX 770000 SAN FRANCISCO, CA 94177

JODY S. LONDON JODY LONDON CONSULTING PO BOX 3629 OAKLAND, CA 94609

CLIFF CHEN UNION OF CONCERNED SCIENTISTS
2397 SHATTUCK AVENUE, SUITE 203 BERKELEY, CA 94704

ROBERT GNAIZDA THE GREENLINING INSTITUTE 1918 UNIVERSITY AVE., 2/F BERKELEY, CA 94704

KAREN NOTSUND ASSISTANT DIRECTOR UC ENERGY INSTITUTE 2547 CHANNING WAY 5180 BERKELEY, CA 94720-5180

JOSEPH F. WIEDMAN ATTORNEY AT LAW GOODIN MACBRIDE SQUERI DAY & LAMPREY LLP 505 SANSOME STREET, SUITE 900 SAN FRANCISCO, CA 94111

> ANDREW L. HARRIS PACIFIC GAS & ELECTRIC COMPANY

ED LUCHA CASE COORDINATOR PACIFIC GAS AND ELECTRIC COMPANY PO BOX 770000, MAIL CODE B9A SAN FRANCISCO, CA 94177

MEREDITH ALLEN PACIFIC GAS AND ELECTRIC PO BOX 770000 MAILCODE B10C SAN FRANCISCO, CA 94177

ELLEN R. AURITI EXEC. DIR., RESEARCH POLICY AND LEGISLAT UNIV. OF CALIF. OFFICE OF THE PRESIDENT 1111 FRANKLIN STREET OAKLAND, CA 94607

MRW & ASSOCIATES, INC. 1814 FRANKLIN STREET, SUITE 720 OAKLAND, CA 94612

JESSE W. RASKIN LEGAL ASSOCIATE THE GREENLINING INSTITUTE 1918 UNIVERSITY AVENUE, 2ND FLOOR BERKELEY, CA 94704

MARCIA W. BECK LAWRENCE BERKELEY NATIONAL LABORATORY MS 90-90R3027D 1 CYCLOTRON ROAD BERKELEY, CA 94720

LYNN ALEXANDER LMA CONSULTING 129 REDWOOD AVENUE CORTE MADERA, CA 94925 C. SUSIE BERLIN ATTORNEY AT LAW MC CARTHY & BERLIN, LLP C. SUSIE BERLIN 100 PARK CENTER PLAZA, SUITE 501 PO BOX 37
SAN JOSE, CA 95113

ANDREW BROWN ATTORNEY AT LAW ATTORNEY AT LAW
ELLISON, SCHNEIDER & HARRIS, LLP 2015 H STREET SACRAMENTO, CA 95811

BRUCE MCLAUGHLIN

CHANGUS JONATHAN LEGISLATIVE DIRECTOR OFFICE OF ASSEMBLY MEMBER BLAKESLEE ELLISON, SCHNEIDER & HARRIS, LLP STATE CAPITOL, ROOM 4117 SACRAMENTO, CA 95814

EDWARD RANDOLPH ASM LEVINE'S OFFICE ASSEMBLY COMMITTEE/UTILITIES AND COMMERC DOWNEY BRAND LLP STATE CAPITOL ROOM 5135 SACRAMENTO, CA 95814

JEFFREY D. HARRIS ATTORNEY AT LAW ELLISON, SCHNEIDER & HARRIS, LLP 2015 H STREET SACRAMENTO, CA 95814

WILLIAM W. WESTERFIELD III ELLISON SCHNEIDER & HARRIS, LLP 2015 H STREET SACRAMENTO, CA 95814

ELIZABETH WESTBY ATTORNEY AT LAW
ALCANTAR & KAHL, LLP

KYLE L. DAVIS PACIFICORP 825 NE MULTNOMAH ST., SUITE 2000 PORTLAND, OR 97232

JAMES WEIL DIRECTOR

SUSAN L. FISCHER, PH.D. AIR RESOURCES BOARD, RESEARCH DIVISION 1001 I ST., PO BOX 2815 SACRAMENTO, CA 95812

CATHY REHEIS-BOYD BRUCE MCLAUGHLIN

BRAUN & BLAISING, P.C.

915 L STREET, SUITE 1270

SACRAMENTO, CA 95814

CATHY REHEIS-BOYD

CHIEF OPERATING OFFICER

WESTERN STATES PETROLEUM ASSOCIATION

1415 L STREET, SUITE 600 SACRAMENTO, CA 95814

> DOUGLAS K. KERNER ATTORNEY AT LAW 2015 H STREET SACRAMENTO, CA 95814

JANE E. LUCKHARDT ATTORNEY AT LAW 555 CAPITOL MALL, 10TH FLOOR SACRAMENTO, CA 95814

VERONICA VILLALOBOS UNIVERSITY OF SOUTHERN CALIFORNIA 1800 I STREET SACRAMENTO, CA 95814

LYNN M. HAUG ATTORNEY AT LAW ELLISON, SCHNEIDER & HARRIS, LLP 2015 H STREET SACRAMENTO, CA 95814-3512

CATHIE ALLEN CA STATE MGR. ALCANTAR & KAHL, LLP

1300 SW FIFTH AVE., SUITE 1750

PORTLAND, OR 97201

PORTLAND, OR 97232

PORTLAND, OR 97232

### State Service

BETH MOORE CALIF PUBLIC UTILITIES COMMISSION ELECTRICITY RESOURCES & PRICING BRANCH DIVISION OF ADMINISTRATIVE LAW JUDGES ROOM 4103 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

CHRISTINE S. TAM CALIF PUBLIC UTILITIES COMMISSION ELECTRICITY RESOURCES & PRICING BRANCH EXECUTIVE DIVISION **ROOM 4209** 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

JANET A. ECONOME CALIF PUBLIC UTILITIES COMMISSION CALIF PUBLIC UTILITIES COMMISSION
DIVISION OF ADMINISTRATIVE LAW JUDGES
LEGAL DIVISION ROOM 5116 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

SACHU CONSTANTINE CALIF PUBLIC UTILITIES COMMISSION ENERGY DIVISION AREA 4-A 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

CLARE LAUFENBERG CALIFORNIA ENERGY COMMISSION 1516 NINTH STREET, MS 46 SACRAMENTO, CA 95814

Dated: November 19, 2007

/s/ Debbie DePetris Debbie DePetris Supervisor, Regulatory Administration

CAROL A. BROWN CALIF PUBLIC UTILITIES COMMISSION ROOM 5103 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

JACLYN MARKS CALIF PUBLIC UTILITIES COMMISSION ROOM 5306 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

MARION PELEO ROOM 4107 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214

SCOTT MURTISHAW CALIF PUBLIC UTILITIES COMMISSION ENERGY DIVISION AREA 4-A 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3214